

APPLICATION FOR PERMIT TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

Date of filing in State Engineer's Office JUL 21 1994

Returned to applicant for correction.....

Corrected application filed.....

Map filed July 15, 1987 Under 51112

The applicant HYCROFT RESOURCES & DEVELOPMENT, INC.

P O BOX 3030, of WINNEMUCCA,
Street and No. or P.O. Box No. City or Town

NEVADA 89446, hereby make S application for permission to appropriate the public
State and Zip Code No.

waters of the State of Nevada, as hereinafter stated. (If applicant is a corporation, give date and place of incorporation; if a
 copartnership or association, give names of members.) MAY 23, 1985

STATE OF NEVADA

1. The source of the proposed appropriation is UNDERGROUND
Name of stream, lake, spring, underground or other source

2. The amount of water applied for is 2.0 CUBIC FEET PER SECOND second-feet
One second-foot equals 448.83 gals. per min.

(a) If stored in reservoir give number of acre-feet.....

3. The water to be used for MINING
Irrigation, power, mining, manufacturing, domestic, or other use. Must limit to one use.

4. If use is for:

(a) Irrigation, state number of acres to be irrigated.....

(b) Stockwater, state number and kinds of animals to be watered.....

(c) Other use (describe fully under No. 12. "Remarks").....

(d) Power:

(1) Horsepower developed.....

(2) Point of return of water to stream.....

5. The water is to be diverted from its source at the following point NE 1/4, NE 1/4 of SECTION 31, T35N
R29E MDB&M (UNSURVEYED) OR AT A POINT FROM Describe as being within a 40-acre subdivision of public
WHICH THE SOUTHWEST CORNER OF SECTION 31, T35N, R39E BEARS SOUTH 9° 39'
survey, and by course and distance to a section corner. If on unsurveyed land, it should be so stated. 43" EAST, 5,097 FEET (MAY
PREVIOUSLY FILED UNDER PERMIT #51112)

6. Place of use SECTIONS 13, 23, 24, 25, 26, 27, 31, 32, 33, 34, 35 and
Describe by legal subdivision. If on unsurveyed land, it should be so stated.
36 of T35N, R29E, SECTIONS 16, 17, 18, 19, 20, 30 and 31 of T35N,
R30E, and SECTION 1, 2, 3, 4, 9, 10, 11 and 12 of T34N, R29E
MDB&M (UNSURVEYED)

7. Use will begin about JANUARY 1 and end about DECEMBER 31, of each year.
Month and Day Month and Day

8. Description of proposed works. (Under the provisions of NRS 535.010 you may be required to submit plans and
 specifications of your diversion or storage works.) WELL, PUMP, STORAGE TANK, STORAGE
State manner in which water is to be diverted, i.e. diversion structure, ditches and

POND AND PIPE LINE
flumes, drilled well with pump and motor, etc.

9. Estimated cost of works... COMPLETED
10. Estimated time required to construct works... COMPLETED
If well completed, describe works.
11. Estimated time required to complete the application of water to beneficial use... 5 YEARS
12. Remarks: For use other than irrigation or stock watering, state number and type of units to be served or annual consumptive use:
THIS WELL IS PRESENTLY OPERATING UNDER PERMIT # 51112. DUE TO
AN EXPANSION OF MINING ACTIVITIES, ADDITIONAL WATER IS REQUIRED.
ANNUAL CONSUMPTIVE USE OF THIS WELL IN COMBINATION WITH EXISTING
WELL # 51113 WILL NOT EXCEED 4.0 CFS.

By s/ ILLEGIBLE
P O BOX 3030
WINNEMUCCA, NV 89446

Compared do/cm jr/bk

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights. It is understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins or before the Proof of Completion of Work is filed.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.
 (CONTINUED ON PAGE 2)

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 2.0 cubic feet per second, but not to exceed 1448.0 acre-
feet annually.

Work must be prosecuted with reasonable diligence and be completed on or before July 6, 1996

Proof of completion of work shall be filed before August 6, 1996

Application of water to beneficial use shall be filed on or before July 6 1998

Proof of the application of water to beneficial use shall be filed on or before August 6, 1998

Map in support of proof of beneficial use shall be filed on or before N/A

Completion of work filed AUG 24 1995

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

IN TESTIMONY WHEREOF, I, R. MICHAEL TURNIPSEED, P.E.
 State Engineer of Nevada, have hereunto set my hand and the seal of my

office, this 7th day of July

A.D. 1995

[Signature]
 State Engineer

(PERMIT TERMS CONTINUED)

The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

The total combined duty of water under Permit 49533, Certificate 13859, Permit 51112, Certificate 13457, Permit 51113, Certificate 13458, and Permits 60230 and 60231 shall not exceed 2897.0 acre-feet annually.

A monthly report shall be submitted to the State Engineer within 10 days from the end of each month which shall include the amount of water pumped from the well and the amount of water used.